

December 18, 2014

The Honorable Donna Mercado Kim
President of the Senate
28th Legislature
State of Hawaii
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Joseph M. Souki
Speaker of the House of Representatives
28th Legislature
State of Hawaii
State Capitol, Room 431
Honolulu, Hawaii 96813

Dear President Mercado Kim and Speaker Souki:

Pursuant to Act 226, SLH 2013, transmitted herewith is the Hawaii Medical Service Association's (HMSA) report on the effect of the Act on our HMSA's members.

Should you have any questions regarding this report, please do not hesitate contacting our Vice President, Jennifer Diesman, at 948-5459.

Very truly yours,



Hilton Raethel
Chief Health Officer

Enclosures

c: Jennifer Diesman

Attachment No. 1

**HMSA's Report to the
2015 Hawaii State Legislature
Pursuant to Act 226**

The Hawaii Medical Service Association (HMSA) respectfully submits this report to the 2015 Legislature of the State of Hawaii in accordance with Section 226, SLH 2013 (H.B. No. 65).

Section 4(b)(1)

The number of beneficiaries affected by the provisions of this measure.

Approximately 520,600 members are currently affected by Act 226.

Section 4(b)(2)

The number of beneficiaries who opted out of a requirement to purchase prescription drugs from a mail order pharmacy or, in the case of a prescription drug benefit plan subject to regulation under Chapter 432D, HRS, the number of beneficiaries who opt to purchase prescription drugs from a retail community pharmacy.

No HMSA members have opted out of our voluntary mail order prescription drug refill program.

Section 4(b)(3)

The status of the reports filed with the insurance commissioner.

Pursuant to Act 226, 2013, HMSA filed the attached first report to the Insurance Commission in March 2013. HMSA will file the second report to the Commissioner in March 2014, as is required by the Act.

